December 13, 2011

Charles Terreni, Chief Clerk South Carolina Public Service Commission Suite 100 101 Executive Center Drive Columbia, SC 29210

RE:

American Telecommunications Systems, Inc.

South Carolina Bond Requirement

26 S.C. Code Ann. Regs. 103-607 (Supp. 2011)

Dear Mr. Terreni:

The South Carolina Public Service Commission ("SC PSC") established new bond requirements in 26 S.C. Code Ann. Regs. 103-607 (Supp. 2011), issued on June 24, 2011, applicable to all telephone utilities that provide retail residential local exchange service that have not invested at least five million dollars in telecommunications facilities in South Carolina will be required to file a bond or other security mechanism with the Public Service Commission of South Carolina ("PSC").

American Telecommunications Systems, Inc. is currently authorized in South Carolina to provide resold Interexchange Telecommunications Services and does not provide residential local exchange service. Therefore, American Telecommunications Systems, Inc. is exempt from this bond requirement.

Please contact the undersigned with any questions or concerns relating to this matter.

Very truly yours,

Cròcker Patrick D

PDC/crg

CC:

South Carolina Office of the Regulatory Staff